

FY2023 Proposed Budget

November 16, 2022

#22-0866



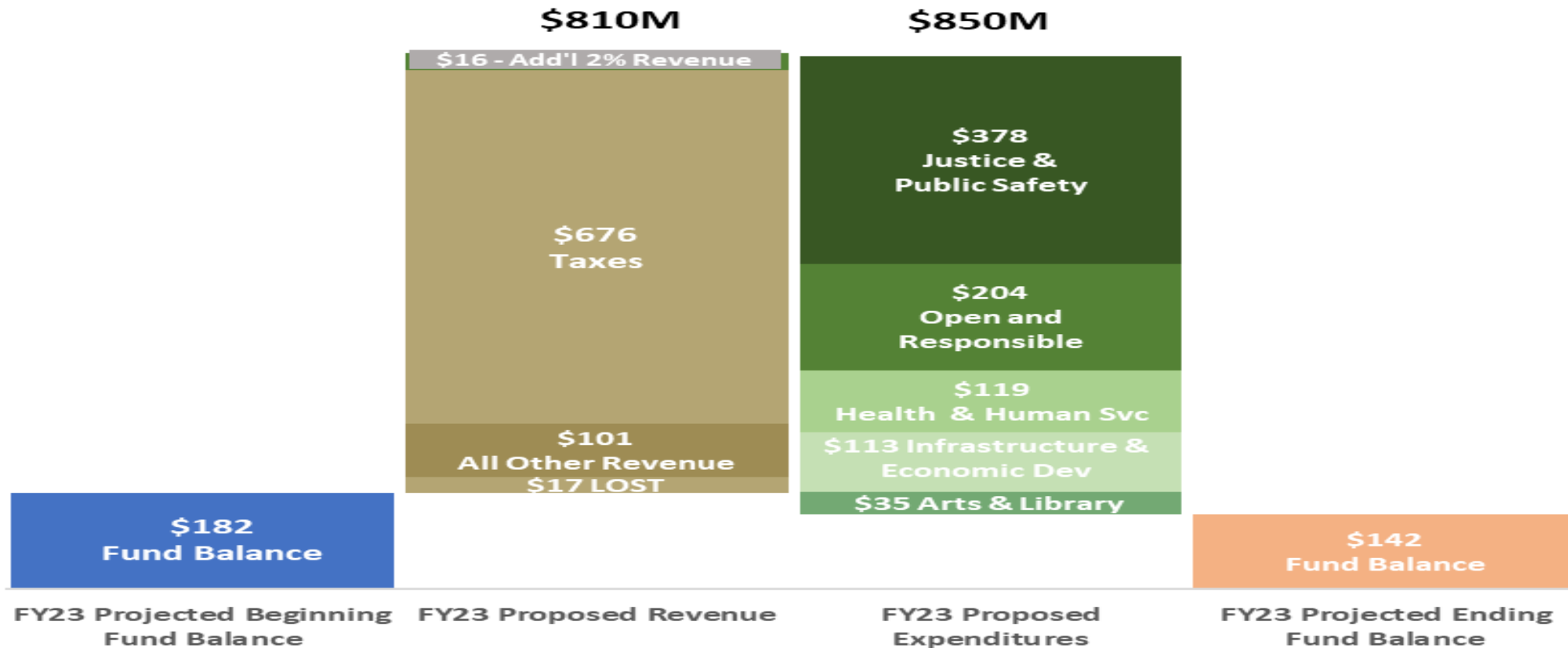
Brief Review of FY22 General Fund Projections

	2022	2022
	Budget	Projections
Beginning Fund Balance	250	250
Revenue	750	764
Total Available Funds	1,000	1,014
Expenditures	857	832
Ending Fund Balance	143	182



FY23 Proposed General Fund Budget

In Million



FY2023 Proposed Budget – All Funds by Priority Area

in millions \$

Fund Name	Health and Human Services	Justice and Safety	Open and Responsible	Infrastructure & Economic Development	Arts and Libraries	Grand Total
General Fund	\$ 119.6	\$ 378.4	\$ 204.2	\$ 112.6	\$ 35.2	\$ 850.1
Airport Fund	-	0.5	-	7.1	-	7.6
Water Revenue Fund	72.1	-	4.8	108.4	-	185.4
Water Renewal Fund	-	-	-	111.4	-	111.4
FID Fund	-	3.6	0.1	24.1	-	27.9
911 Emergency Fund	-	8.2	-	-	-	8.2
Bond Fund Library	-	-	-	-	16.6	16.6
Risk Fund	-	-	64.8	-	-	64.8
Special Appropriation	0.0	12.0	1.8	2.1	0.2	16.1
Grand Total	\$ 191.8	\$ 402.8	\$ 275.7	\$ 365.7	\$ 52.0	\$ 1,288.0



Numbers may not add due to rounding

FY2023 Proposed Budget – All Funds

in millions \$

Fund Name	FY2021 Amended Budget	FY2022 Amended Budget	FY2023 Proposed Budget
General Fund	\$ 800.4	\$ 857.2	\$ 850.1
Airport Fund	5.6	7.6	7.6
Water Revenue Fund	156.0	159.3	185.3
Water Renewal Fund	104.9	100.1	111.4
FID Fund	43.1	28.2	27.9
911 Emergency Fund	7.7	8.6	8.2
Bond Fund Library	15.5	15.6	16.6
Risk Fund	58.1	64.2	64.8
Special Appropriation	16.9	17.5	16.1
Grand Total	\$1,208.3	\$1,258.3	\$1,287.9



Numbers may not add due to rounding

How are we funding the FY23 GF Proposed Budget?

General Fund budget revenue is funded as follows:

Taxes

Local Option Sales Tax (LOST)

All Other revenues including interest income, court fees, licenses and permits and others

Use of fund balance-excess over required minimum balance

Assumptions for Taxes include:

- Millage rate set at a level to generate sufficient revenue to balance the budget, including amount required to cover the 2% increase applied to 2022 revenue projection
- 3% billable growth rate in the digest from new growth or reassessment
- 96% collection rate from tax billings



How are we funding the FY23 GF Proposed Budget? cont'd

Local Option Sales Tax:

- County recently completed negotiation on new Local Option Sales Tax (LOST) agreement with all municipalities within the County.
- The agreement provides for a 9.985% share of total LOST collections over the next 10 years compared to current 4.979% rate - escalating from 5% to 12.5%.
- The 2023 budget reflects LOST amount expected to be collected at the new negotiated rate, which is very negligible.

All Other Revenues

- The revenue amount in this category includes \$12 million from rescission of credit card fee waiver action approved by the Board few months ago

Use of Fund Balance

- Amount above the required minimum balance of 16.67% of the expenditure budget is used to balance the budget.



What are we funding in FY23 GF Proposed Budget?

We are funding the base budget for all departments including:

- Full funding of all positions filled as of November 7, 2023
- Fund vacant positions applying average attrition rate of 33%
- Departments will be provided flexibility on filling of vacant positions
- No funding for new positions that don't meet established criteria
- Debt service payments and utility costs
- Funds to outsource inmate housing
- 1 countywide special election, if necessary
- Funding for municipal elections to be paid by municipalities
- Zero funding for performance bonus and no other compensation adjustments
- Funding for enhancements that meet established criteria: either regulatory/contractually driven, or unavoidable.
- Prioritized capital enhancements to fund life safety or security requests.



What are we funding in FY23 GF Proposed Budget? cont'd.

- Limited vehicles replacement
- Hardening of security access points
- Funding for County contributions to Grady Hospital at \$42.5 million plus over \$6 million for required debt service payments on the hospital's outstanding debt.
- \$13.7M for Behavioral Health services contract plus \$400k with PAD and \$850k for Atlanta Diversion Center.
- Funding for Community Services Program, Contracts for Services at the same level as FY22 GF budget minus additional funds provided from nonrecurring funding sources.
- Funding for veterans' services
- Funding for consolidated warehouse lease
- Funding for the new animal shelter operations



FY2023 Proposed Budget – Other Funds

Airport Fund

The FY23 budget reflects funding for base budget for Public Works, and AARF operations at the airports. Funds are also provided for ongoing expansion at the airport from available fund balance.

Water and Sewer Fund

The operations of all departments contributing to the water and sewer services are funded in the FY23 budget. The budgets for these departments are not reduced as there are sufficient funds to fully fund their operational needs, along with capital improvements. Rates for water and sewer services will increase by 5% in FY23 as part of ongoing planned rate increases to fund the capital needs of the system. The budget also includes funds needed for debt service payments and transfer to the renewal fund

FID

The FID budget funds Police, Public Works, and fire services contract with City of South Fulton. The departments are fully funded for their positions and operational needs. All requests for enhancements are carefully reviewed and funded appropriately. Funds are available in Non-Agency to continue economic development efforts in the area.



Next Steps

November 15	Submission of FY23 Proposed Budget to BOC
November 16	Presentation of Proposed Budget to BOC
December 7	Official Public Hearing
December 21 through January 31, 2023	Discussion of the Budget at BOC meetings, as necessary Adoption of the budget either in the first or second meeting in January 2023





QUESTIONS